## Transcript of Talk by Reagan on South Africa and Apartheid

Following is a transcript of President Rea-gan's speech in Washington yesterday on South Africa, as recorded by The New York Times:

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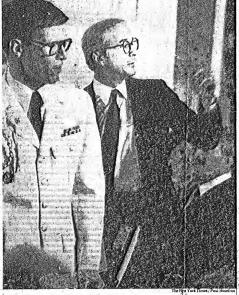
Thank you, Thank you very much Mr. Vice President, Serversary Shultz, I wild like to express my appreciation to Leonard Marks, the World Affira Council and the Foreign Policy Association, for helping bring this group the World Affaira Council and the Foreign Policy Association, for helping bring this group the World Affaira Council and the Foreign Policy Association for helping bring this group the World Affaira Council and the Foreign South Africa, the deepening political crists there, he widening cycle of Volence, And today I'd like to outline Aperican policy toward that troubled republic and toward the region of which it is a jarr, 4 region of vital. The root cause of South Africa's disorder is apartheid, that rigid system of racial segregation wherein blyfor spole have been reated as third-class cittains in a nation they helped to build. Agrical Swie of aparthed the proposed of the World Council Co

Sejember, I kasued by Executive Order further restricting U.S. dealings with the Pretorial povernment.

Stiprid From Marketplace
For the past 18 months, the marketplace has been sending unmistached signals of its owin U.S. bank lending to South Africa has been sending unmistached signals of its owin U.S. bank lending to South Africa has been sending unmistached signals of its owin U.S. bank lending to South Africa has been sending unmistached signals of its owin U.S. bank lending to South Africa has been sending the sending the

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black parts will die, 100. Western nations
lawe poured billions in foreign aid and investment loans, into, southern Africa. Does it
nake sense to aid these countries with one
had and with the other to smash the industrial engine upon when their future depends
higher wages, better working conditions,
their strongest allies are the American, Britstrongest allies are the American, Britsic formed in their own countries. If disinvestiment, is mandated, these progressive
western forces will depart and South African
proprietors will indent and south African
progressive would their a first and and their farms and their farms and factories and plants and mines. And how would this end apartheid?



Chester A. Crocker, the Assistant Secretary of State for African Affairs, gesturing to some open in join him yesterday before President Reagan's speech of South Africa.

martial law, and eventually creating the conditions for racial war.

The Necklace as Terror

The most common method of terror is the so-called necklace. In this barbaric way of reprisal, at it is filled with kerosee and gasoline, placed around the neck of an alieged tollaborator and ignited. The victim may be a black policeman, a teacher, a soldier, a civil servant — if makes no difference, the control of th

as did outspoken critics of the South African young the law of necessity. It to went outside the law by sweeping up thousands of students, civic leaders, church leaders and labor leaders, thereby contributing to further radiscate the law by sweeping up thousands of students, civic leaders, church leaders and labor leaders, thereby contributing to further radiscate the law of the law

Chester A. Crocker, the Assistant Secretary of State for African Affairig setting to some open for join him yesterday before President Reagan's speech of South Africa. Our own experience teaches us that recalal progress comes swiftest and easiest not during economic depression but in times of prosperity and growth. Our own history teaches us that capitalism is the natural enemy of such feedal institutions as apartheds Americans have come to feel. Night after night, week after week, television has brought us reports of violence by South African Security Forces, bringing injury and death to peaceful demonstrators and innover by standersh the state of the property of the property of the property of the property of the African National Congress — the mining of roads, the bombings of public places, designed to bring about further repressions the importance of the property of the propert

tragic continent and bleeding country, Well, the answer is, we cannot. In southern Africa, our national ideals and strategic interests come together. South Africa matters because we believe that all men are created equal and are endowed by their Creator with unallenable rights. South Africa matters because of who we are. One of eight Americans can trace his ancestry to Africa.

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Strategically, this is one of the most vital regions of the world. Around the Cape of orbifolds were also as the control of the vital minerals — vanadium, mangale vital that on our presentation of the vital minerals — vanadium, mangale vital that on the vital vital of the vital vital of the vital vital of the vital vital

behavior, 1 repeat our condemnation of such Also, the Soviet a mned guerrillas of the Af-rican National Congress, operating both within South Africa and from some neighbor-ing countries, have embarked upon new acts of terrorism inside South Africa. I also con-demn that behavior.

within south Africa and irom some negationing countries, have embarked upon new acts
demi that behavior.

The Region at Risk

But South Africa cannot shift the blame for
these problems onto neighboring states—
especially when those neighbors take steps to
stop gearrilla actions from being mounted
from their own territory. If this rising hose
and the front fill actions from being mounted
from their own territory. If this rising hose
and the front fill actions from being mounted
from which is the states explosed, the Soviet
Union will be the main beneficiary and the
critical ocean corridor of South Africa and
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Union will be the main beneficiary and the
critical ocean corridor of South Africa and
the strategic minerals of the region would be
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that the states of the region would be
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and frustration and anger, to write off South
Africa Ultimately, however, the fate of
South Africa will be decided there, not here,
whether South Africa emperges democratic
and free or takes a course leading to a downward spiral of poverty and repression will fimally be their choice, not cury.

The key to the future lies with the South Africa
and free or takes a course leading to a downward spiral of poverty and repression will fimally be their choice, not cury
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Intose to whom evil is done, the poet wrote, often de evil in return.

Soutons in South Africa

But if the people of South Africa are to have a future in a free country, where the rights of a future in a free country, where the rights of will have to be set aside. Otherwise, the future will be lost in a bloody quarrel over the past. It would be an act of arrogance to insist that uniquely American Ideas and Institutions, roviced in our own history and traditions, roviced in our own history and traditions. South Africa's political crisis must come from South Africans themselves. Black and white, colored and Asians, they have their own traditions.

Solutions to South Africa's political crisis must come from South Africans themselves. Black and white, colored and Asians, they have their own traditions.

First, a timetable for elimination of apartheid laws should be set.

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First, a timetable for elimination of apartheid be unbanned.

Fifth, both the Governow and its opponents should begin a dialogue about constructing a political system that ress on the consent of the governot, where the rights of protected by law. And the dialogue should be initiated by those with power and authority,

the South African Government itself.

Strh, if post-apprinted South efficies is to remain the economic locomotive of routhern Africa, its strong and developed economy must not be crippled. And therefore, I urge the Congress and the countries of Western Europe to resist this emotional clamps for produced to the congress and the countries of Western Europe to resist this emotional clamps for the constant would destroy or great imposes sangulations to would destroy or great imposes sangulations to the crists. To make a difference, Americans who are a force for decency and progress in the world must remain involved.

Polley or South Africa

We must stay and work, not cut and run, fit should be our policy to build in South Africa, and the world must remain involved.

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We must stay and work, not cut and run, fit should be our policy build in South Africa, and the policy what they believe will fill the vacuum if its disjuict of the produced with the West are broken?

To be effective, however, our policy must be coordinated with our key Western allies, article. These countries have the greatest corrica. These countries have the greatest corricant and potential leverage on the situation in South Africa. Intend to purse the following steps:

and with the iron-time states in southern Artica. These countries have the protests corpin from the protests corpin south Africa. I Intend to pursue the following steps:

Secretary Shultz has already begun intensive consultations with our Western allies;

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The secretary Shultz has already begun intensive consultations. We want the progress process to begin now, and we want open charlests on all the principal parties. The keyn actions of the West must act in concert, and together than the principal parties. The keyn actions of the West must act in concert, and together the process of the West must act in concert, and together the process of the West must act in concert, and together the process of the West must act in concert, and together the process of the west must be processed from the British Government to revive hopes for negotiations. Foreign Secretary Rowe's visiting with South Africa's ladears in sweet will be of particular significance.

Peace and Cooperation

And secretary States and the processed for region to form out the processed of the region of the processed of the production of the processed of the region of the processed of the production of the processed of the production of the processed of the region of the processed of the production of the processed of the production of the processed of the production of the processed of the process of the processed of the

Blacks and Business

Blacks and Business:

If we wish to foster the process of transformation, one of the best welcles for change is through the involvement of black South Africans in business, job-related activities and labor unions. But the vision of a better life of the process above their chind civilities and process of the region of all races will have to elevate their common furerests above their ethnic divisions. Bornett of the process of the process

## Reagan Urges Pretoria to Seek Internal Peace but Rejects New Sanctions

Continued From Page 1

rld Affairs Council and the Foreign ley Association. "To make a differ-e, Americans — who are a force for ency and progress in the world — st remain imolved." We must stay and work, not cut and "he said. I. Rasana"

decency, and progress in the worldmust remain imvolved."

"We must stay and work, not cut and
my." he said.

I'm. Reagan's speech in the East
Room of the Wiltle House concluded a
highly publicized review of American
bolicy that the Administration and
pounced four weeks ago in an effort a
to guiter United States policy toward
protoria. The House has already
passed a bill calling for severe sandfions beyond the mild actions mandated by Mr. Reagan in a recent speech and the second into the protorial that it was important that Mr.
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passed a bill calling for severe sandfions beyond the mild actions mandated by Mr. Reagan in a recent the
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some prominent back leaders is south
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winner said.

Some White House officials, who had privately expressed reservations about the wisdom of making the speech now, acknowledged that it did not offer anything new. That had been their main argument against making the speech.

Message to Botha

"This was not the final chapter, only the next chapter," the official said.
At the briefing before the speech, the senter the temperature of the senter of ficial said in the Administration of the England of the Attention of the Company of the North Company of the Attention of the Company of the Senter of Richard G. Lugar, Republican Mr. Reagan's major point was an appeal to racial harmony, which he made at a point of the Attention of the Company of the Senter of Richard G. Lugar, Republican Mr. Reagan's are injured, the bands are point of the Senter of Richard G. Lugar, Republican Mr. Reagan's are injured, the made of the white parts are injured, the most point of the sentence of the white parts are injured, the said is the "root cause" of the disorder of the sentence of